

CIF

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PRESS COPY

37th Annual Report 1969



DIRECTORS

Graham F. Towers, C.C., C.M.G., *Chairman*
David W. Barr
Henry Borden, C.M.G., Q.C.
The Hon. F. Philippe Brais, C.B.E., Q.C.
Hugh Bullock, K.B.E.
Alan Chippindale
Norris R. Crump
G. Blair Gordon
G. Arnold Hart, M.B.E.
William S. Kirkpatrick

Custodian

The Royal Trust Company
Montreal

Transfer Agents

The Royal Trust Company
*Vancouver, Calgary, Winnipeg, Toronto,
Montreal, Charlottetown*

The Trust Company of New Jersey
Jersey City

Auditors

Price Waterhouse & Co.
Montreal



Supervised by :

CALVIN BULLOCK
LTD.
Established 1894

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CANADIAN INVESTMENT FUND, LTD.

37th ANNUAL REPORT for the fiscal year ended December 31, 1969

TO THE SHAREHOLDERS:

It is a pleasure to report to CIF shareholders on their Company's thirty-seventh year of service to investors in Canada and elsewhere.

CIF's performance in 1969 was particularly gratifying, and was again one of the best in the industry. Shareholders received record high dividends totalling 17 cents per share — ten percent above the previous year. North American stock markets declined in 1969 but CIF net asset value rose 1.3% when adjusted to include dividends paid. Moreover your Company's total operating expense ratio remained at the same low 0.46% as in the preceding year; in 1968 this was the lowest expense ratio of any incorporated mutual fund sold publicly in Canada.

As measured by the Standard & Poor's and MSE industrial indices, the U.S. Market declined 10.2% and the Canadian market 3.0% in 1969; before adjusting for dividends received, CIF's net asset value declined 2.4%. By the same yardsticks, the Canadian market gained 84.5% for the decade of the sixties and the U.S. market 57.5%; the less broadly based but widely quoted U.S. Dow Jones Industrial Average performed less well.

The chart inside the back cover shows how, year after year, going back to the Fund's inception in 1932, adherence to its often restated policy of investing primarily in carefully selected high grade, dividend paying Canadian common stocks has continued to increase CIF's value as an investment medium.

HIGHLIGHTS

YEAR ENDED DECEMBER 31	1969	1968
Total Net Assets	\$171,899,291	\$184,906,477
Net Asset Value Per Share	\$4.47	\$4.58
Cost of Investments	\$104,671,667	\$110,957,207
Market Value of Investments	\$161,750,152	\$176,758,112
Balance of Realized Profits	\$ 42,704,912	\$ 38,266,769
Unrealized Profits	\$ 57,078,485	\$ 65,800,905
Shares outstanding	38,426,664	40,355,116
Total Dividends Paid	\$ 6,666,245	\$ 6,579,056
Dividends Paid Per Share	17¢	15½¢

Purchases of shares were made during the year by individual investors, large and small, both in Canada and overseas, by prominent employer pension funds, by corporations and by religious, charitable and labour institutions. It is a pleasure to welcome these new shareholders and to take this opportunity to assure all shareholders that every effort will be made to provide a satisfactory investment experience consistent with the Company's objectives.

Detailed information on the Company's position and operations during the past year, as well as brief reviews of its long-term history and record appear in this report. Also presented, on behalf of the Board of Directors, are complete financial statements for the fiscal year 1969, the Auditors' Report, a full list of investments and changes, and tax information.

We hope you find this report of interest and would be happy to have the opportunity to answer any questions shareholders may have.

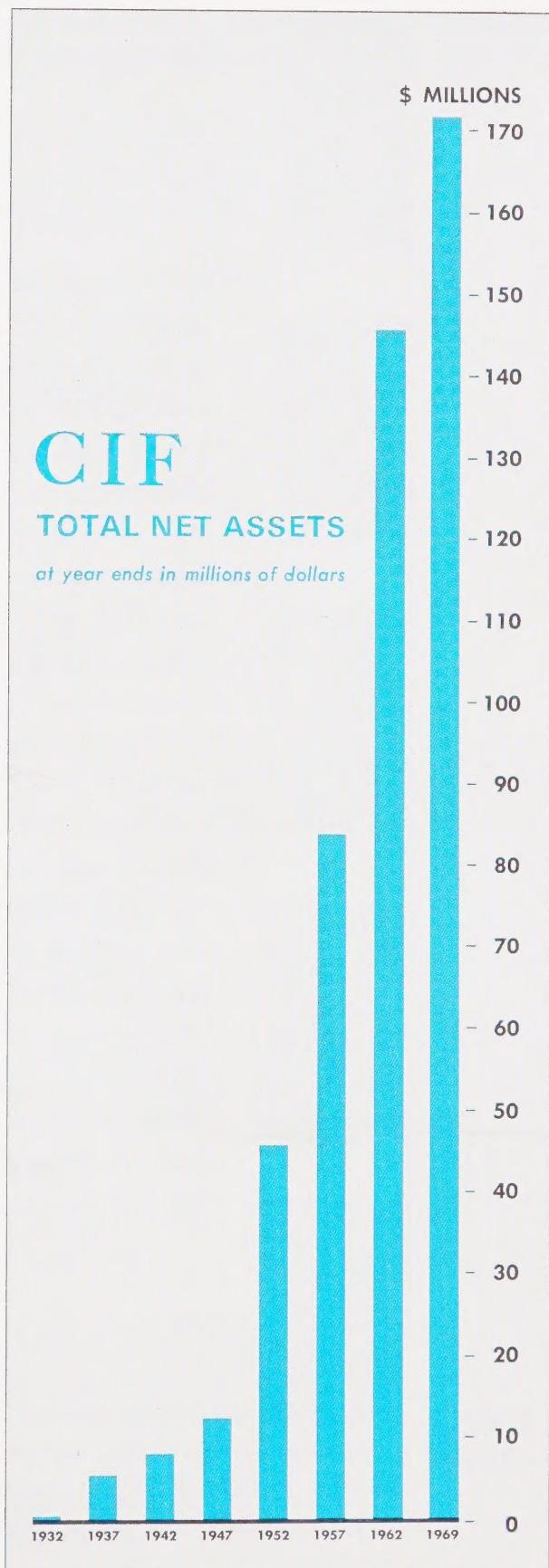
By order of the Board of Directors

Hugh Buelock

President

- Shareholders are to be found in every province of Canada as well as in many other parts of the world, and include a wide variety of individuals and institutions.
- CIF total cumulative shareholder benefits exceeded the Fund's net assets at the end of 1969. The total of more than \$195,000,000 was made up of over \$97,000,000 in cash dividends paid, a balance of profits realized on investments exceeding \$42,000,000, and unrealized profits of over \$57,000,000.
- Despite continuing rising costs of doing business, your Company's total operating expense ratio was only 46/100ths of 1% of average net assets. This is unusually low by industry standards.

The Fund's growth since its inception in December 1932 is shown graphically at right.



DONALD Your Board of Directors at a meeting on July 8, 1969 unanimously passed the following resolution:

"RESOLVED that at this first meeting of the Board of Directors of Canadian Investment Fund, Ltd. since the death of Donald Gordon, C.C., C.M.G., the Directors upon their own behalf and upon behalf of the Shareholders of the Company do hereby record their sincere appreciation of the services rendered to the Company by Mr. Gordon and their gratitude for the valuable experience and advice which he so consistently and generously contributed in matters of its business."

"THAT the Directors do also hereby express their sincere regret and sense of personal loss caused by the termination of their association with a great Canadian who with intelligence and rare ability rendered valuable service to his countrymen and in turn enjoyed their high esteem and the Directors do express their profound sympathy to Mrs. Gordon and the family in the loss which they have suffered."

DAVID At a subsequent meeting the Directors elected David W. Barr
BARR to the Board to fill the vacancy. Mr. Barr is President and a Director of Moore Corporation Limited. His experience and abilities qualify him as a valuable addition to your Board of Directors.

THE BOARD OF DIRECTORS



Graham F. Towers, C.C., C.M.G., Chairman.
Original head for 20 years, Bank of Canada; Director, Bell Canada; Canada Life Assurance Co., Moore Corporation Limited, Hudson's Bay Co.



Hugh Bullock, K.B.E., President.
Chairman & Chief Executive Officer, Calvin Bullock, Ltd., New York, and Chairman or President of other investment companies under Calvin Bullock supervision. A pioneer in the investment company industry with over 40 years of investment experience.



David W. Barr, President and Director,
Moore Corporation Limited; Director, F. N. Burt Company, Inc., Devam, Inc., Dominion Paper Box Company Limited, Kidder Press Company, Inc., Stacy Machine Company, Inc.



Henry Borden, C.M.G., Q.C., Chairman,
British Newfoundland Corp. Ltd.; Director Bell Canada, Brascan Limited, Canadian Imperial Bank of Commerce, Massey-Ferguson Ltd., International Business Machines Co. Ltd.



Hon. F. P. Brais, C.B.E., Q.C. Senior Partner, Brais, Campbell, Pepper, Durand & Laffoley; former Chairman Banque Canadienne Nationale; Director Fraser Companies, Limited, Sun Life Assurance Co. of Canada.



Alan Chippindale, Former President Calvin Bullock, Ltd., Montreal, and an executive officer of CIF from inception in 1932. A mutual fund industry leader in Canada for over 35 years. Founding past President of The Canadian Mutual Funds Association.



Norris R. Crump, Chairman, Canadian Pacific Railway Co.; Director, Bank of Montreal, Cominco Ltd., International Nickel Co. of Canada Ltd., MacMillan Bloedel Limited.



G. Blair Gordon, Director British America Assurance Co., Domco Industries Limited, The Mutual Life Assurance Co. of Canada, The Western Assurance Company, The Royal Trust Company.



G. Arnold Hart, M.B.E., Chairman and Chief Executive Officer, Bank of Montreal; Director, Cominco Ltd., Consolidated-Bathurst Limited, Steel Company of Canada Ltd., Sun Life Assurance Co. of Canada.



W. S. Kirkpatrick, Chairman, Cominco Ltd.; Director, Consolidated-Bathurst Limited, Deloro Smelting and Refining Company Limited, Dominion Bridge Co. Ltd., The Royal Trust Company.

INVESTMENT SUPERVISION Your Company's investments are continuously supervised by Calvin Bullock, Ltd., founded in 1894, the oldest organization in North America specializing in the management of investment companies. Assets under its supervision at year end exceeded \$850 million.

A STAKE IN CANADA'S FUTURE Canadian mutual funds, as well as other investment companies and pension funds, have played an increasingly important role over the past decade in channeling the savings of investors both in this country and overseas into Canadian common stocks. The total value of this portion of the portfolios of Canadian mutual funds alone increased from some \$400 million to over \$1 billion during the decade.

CIF has one of the highest "Canadian content" portfolios in the industry, and will continue to attract investors of all sorts who are interested in owning a stake in Canada's future.

On November 7th, 1969 Finance Minister Benson tabled in the House of Commons proposals for tax reform. Though the proposals are so far reaching that they cannot yet be fully assessed, they would seem on balance to make Canadian equities considerably more attractive to Canadians relative to other forms of investment. If the proposals were enacted in their present form, there might well be a marked tendency for Canadians, both individuals and institutions, to repatriate substantial pools of savings still invested in foreign equities; moreover the fact that the proposed tax laws would increase Canadian equity income by a system of generous tax credits might well add further strength to the Canadian market.



*Imperial's discovery well at Atkinson Point, N.W.T.
—Core samples being taken to geologists' hut.*

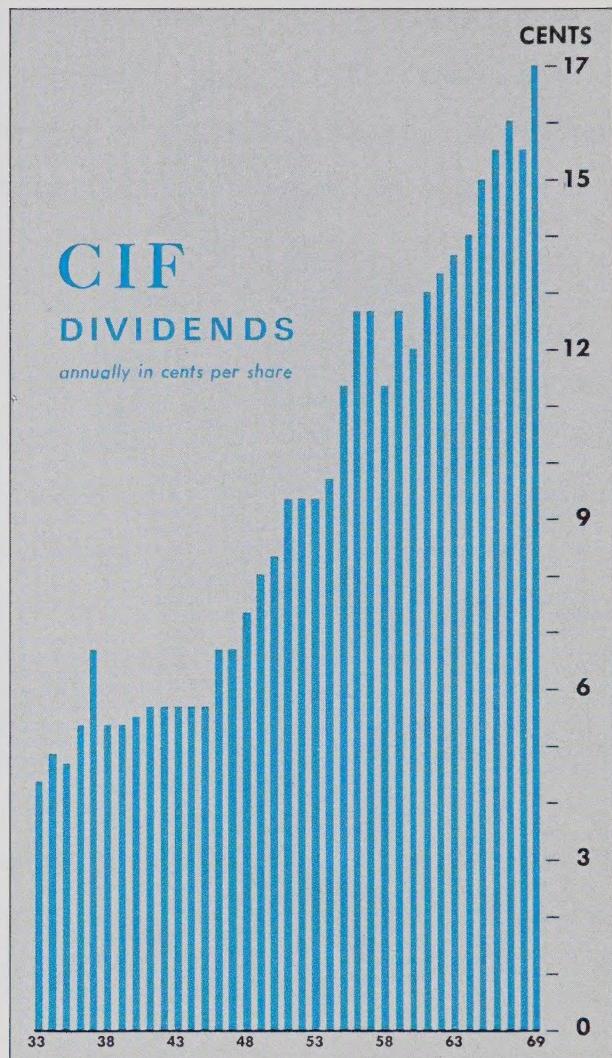
—Imperial Oil Photo

In January Imperial Oil Limited, whose stock at year end comprised one of the largest holdings of CIF, announced an oil find at Atkinson Point in the Canadian Arctic. The announcement has caused considerable public interest in the oil potential of the area, only 400 miles east of the recent Alaskan north slope discoveries.

No estimate has been made public by Imperial as to the size of the find, but it is even conceivable that reserves will be found in the Canadian far north comparable to those known to exist in the Middle East. Such a discovery could enhance the potential for a pipeline along the MacKenzie Valley to Edmonton, terminus of Interprovincial Pipe Line Company, CIF's third largest holding.

**CANADIAN
ARCTIC
OIL
DISCOVERY**

The Fund's steady pattern of growth in dividends paid since its inception is shown graphically at right.



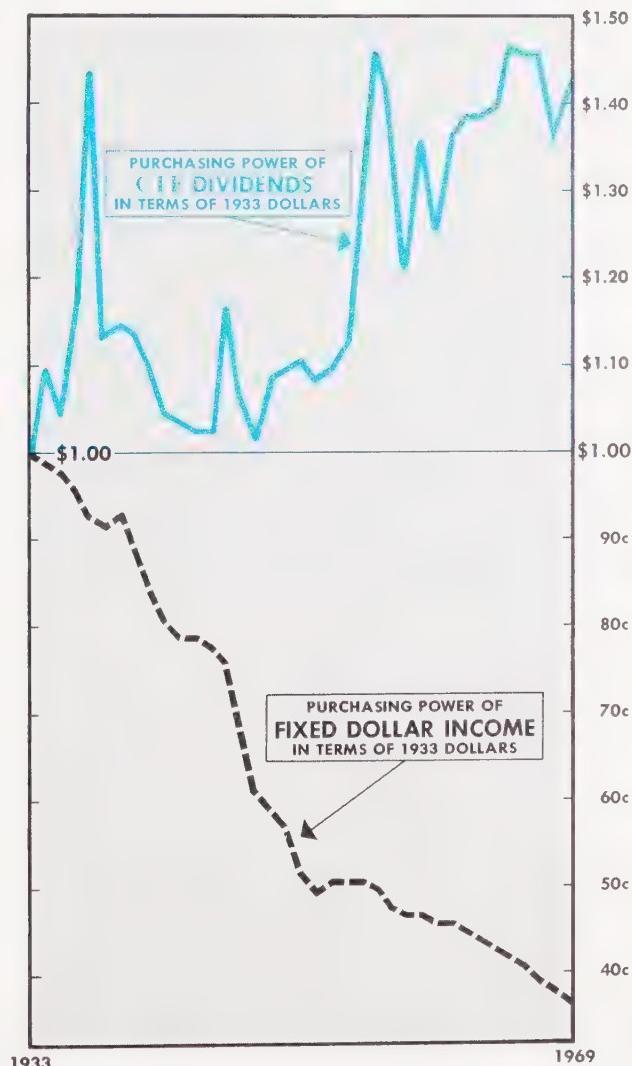
CASH DIVIDENDS Dividends paid in 1969 totalled a new record 17 cents per share. The chart above shows the substantial growth in annual dividends paid by the Fund. At the end of 1969, CIF had paid 147 consecutive quarterly cash dividends totalling more than \$97 million.

POLICY The continuing policy of CIF is to seek a balance between reasonable income and capital growth.

Throughout this century the cost of living has risen ; economists call this inflation . . . a dollar buys fewer loaves of bread today than it did ten years ago. In the past, the market values of carefully selected common stocks have usually risen more than the cost of living, and so have their dividends.

Though inflation has reduced the purchasing power of money, CIF shareholders have been protected against rising prices over the Fund's thirty-seven year history, as shown in the chart below. CIF dividends (in terms of 1933 dollars) are compared to the continuous loss in purchasing power of a fixed dollar income over the period.

Moreover, shareholders' capital has been protected from inflation over the same period. For example a \$10,000 investment in CIF at offering price on January 1, 1933 could have been liquidated for \$43,992 at the end of 1969, a capital gain of 340% compared with the 175% rise in the official cost of living index in the period.



1969 IN REVIEW Government, the public at large, and particularly the press in Canada became increasingly preoccupied with rising prices as the year wore on. Indeed, concern was so widespread that the Federal accounts were brought into substantial surplus and the domestic money supply was actually contracted in the second half. All this laid the groundwork for an easing of price pressures, though the Consumer Price Index in December was still 4.6% above its level 12 months earlier.

For the first time in many years, however, capital spending showed little sign of sensitivity to high interest rates and scarce money ; instead it was consumer spending which first weakened in the face of official restraint. Retail sales in the final quarter, to take an example, may well have contracted in terms of volume from the same period in 1968, though price increases tended to mask the fact. Unit sales of motor vehicles in the 2nd half declined relative to the same period in the preceding year. Yet capital expenditures maintained their share of GNP, having expanded at about the same 9% rate.

Corporate profits and stock prices, both sensitive indicators, declined in the 2nd half. The Federal proposals for tax reform, however, added strength to the Canadian market, whose price level had suffered less than that of the U.S., even before the proposals were introduced. For the year the MSE Industrial Index declined 3% whereas the Dow Jones Industrial Average declined 15.2%. CIF Net Asset Value per share, adjusted for dividends received, increased 1.3%.

OUTLOOK Canada has begun the new year and a new decade on a strong note. Exports of petroleum, pulp and paper, and base metals are all gaining. There are grounds for believing that many manufacturing industries may have improved their competitive position ; though costs have risen, the increases have been more moderate than in some countries. High regional unemployment persists but for most of the country manpower resources are far from "under utilized".

Fiscal and monetary restraint always risks some loss of confidence and at least a minor recession. So far, however, there is little evidence that the underlying strength of demand has seriously declined. As the Governor of The Bank of Canada said on February 2nd, the more serious risk appears to be that of worse inflation.

In the circumstances, therefore, it is difficult to foresee either a quick return to monetary "ease" or a serious decline in GNP. Many stocks have already discounted a probable decline in corporate profits, but some Canadian industries may well escape this trend. The outlook, therefore, remains favourable for carefully selected stocks.

Since 1932 investors large and small in every part of Canada, acting on the advice of investment dealers or brokers, have purchased CIF shares. Some shareholders have invested a part of their savings in CIF in a lump sum. Others have sought to build their savings through a continuous investment programme. Many shareholders make use of more than one of the services outlined below with estate planning or other objectives in mind.

CIF
SERVICES
DESIGNED
TO FILL
YOUR
INVESTMENT
OBJECTIVES

■ CIF Growth Plan

Anyone who wishes to contribute periodically to build up his investment in CIF, or to reinvest his dividends in new CIF shares, can do so through the CIF Growth Plan. There are no penalties if the shareholder does not meet a contractual time schedule of payments; investments can either be made regularly or when it is convenient to the shareholder, just as long as a modest minimum amount is contributed each year. Based on the actual operating record of CIF, a plan in which \$1,000 was invested annually starting January 1, 1933 with dividends reinvested, could have been liquidated for \$217,448 at December 31, 1969.

■ CIF Retirement Savings Plan

Those who wish to take advantage of the provisions of the Income Tax Act for building retirement savings in which currently tax free dividends are reinvested, can use the CIF Retirement Savings Plan. It allows individuals in Canada to utilize important current tax savings to provide retirement income.

■ CIF Systematic Withdrawal Plan

This plan is designed for the investor who wishes to purchase shares and later withdraw fixed dollar amounts at monthly or quarterly intervals. The amounts withdrawn are derived from dividend income to the extent this source is sufficient; if not, enough shares are sold to make up the difference.

Full details of these plans are available from any investment dealer in Canada, without obligation.



CANADIAN INVESTMENT FUND, LTD.

INVESTMENT CHANGES

DECEMBER 31, 1968 — DECEMBER 31, 1969

PURCHASES	NET INCREASE	NEW TOTAL
COMMON STOCKS	Shares	Shares
Bank of Montreal	95,000	480,000
Canada Packers Limited	30,000	135,000
Canadian Imperial Bank of Commerce	15,000	255,000
Cominco Ltd.	10,000	55,000
Consolidated-Bathurst Limited	25,000	125,000
Crown Zellerbach Corporation (1)	1,000	10,000
Dominion Foundries and Steel, Limited	21,000	110,000
Hudson's Bay Oil and Gas Company Limited	11,000	11,000
Imperial Oil Limited (2)	282,000	376,000
Industrial Acceptance Corporation Limited (3)	270,000	500,000
International Business Machines Corporation	2,500	2,500
Interprovincial Pipe Line Company	16,000	376,000
MacMillan, Bloedel Limited	50,000	200,000
Pine Point Mines Limited	8,000	10,000
The Royal Bank of Canada	25,000	300,000
Simpsons, Limited (3)	90,000	175,000
Standard Oil Company (Ohio)	15,000	15,000
Union Gas Company of Canada, Limited	130,000	400,000
Westcoast Transmission Company Limited	25,000	25,000
Woodward Stores Limited "A"	21,000	86,000
PREFERRED STOCKS		
Trans-Canada Pipe Lines Limited, \$2.75†	15,600	25,600
BONDS	Principal Amount	Principal Amount
Gov't of Canada, 3½% May 1, 1970	\$ 2,000M	\$ 2,000M
Gov't of Canada, 4¼% Sept. 1, 1972	2,000M	2,000M
SALES	NET DECREASE	NEW TOTAL
COMMON STOCKS	Shares	Shares
Alcan Aluminium Limited	30,000	Nil
The Bank of Nova Scotia	40,000	25,000
Banque Canadienne Nationale	5,000	50,000

	NET DECREASE	NEW TOTAL
	Shares	Shares
COMMON STOCKS (Continued)		
Bell Canada	60,000	70,000
Canada Cement Company, Limited	29,000	Nil
Canadian Industries Limited	27,000	37,000
Canadian Pacific Railway Company	10,000	30,000
The Consumers' Gas Company	40,000	260,000
Distillers Corporation-Seagrams Limited	15,000	67,000
Dome Mines Limited	5,000	20,000
DuPont of Canada Limited	34,000	Nil
General Electric Company	36,000	Nil
Gulf Oil Canada Limited	34,000	Nil
The International Nickel Company of Canada, Ltd.	30,000	130,000
Mobil Oil Corporation	2,000	38,000
Moore Corporation Limited	10,000	370,000
The Toronto-Dominion Bank	30,000	90,000
George Weston Limited	34,000	Nil
F. W. Woolworth Co.	25,000	Nil
PREFERRED STOCKS		
Alcan Aluminium Limited, 4 1/4%†	9,000	Nil
Howard Smith Paper Mills Ltd., \$2.00	2,000	Nil
Quebec Natural Gas Corp., 5 1/2%	2,750	Nil
BONDS		
	Principal Amount	Principal Amount
Gov't of Canada, 5 1/2% Oct. 1, 1969	\$ 500M	Nil
Gov't of Canada, 6 3/4% Oct. 1, 1970	500M	Nil
Gov't of Canada, 5 3/4% Dec. 15, 1970	3,000M	Nil
Gov't of Canada, 6% April 1, 1971‡	3,000M	Nil
Gov't of Canada, 6 1/4% Dec. 1, 1973‡	1,000M	Nil
Gov't of Canada, 5 1/2% Oct. 1, 1975	1,000M	Nil
Can. National Railway Co., 5 1/2% Dec. 15, 1971 .	2,500M	\$ 8,000M

(1) Split 3 for 2 less shares sold

(2) Split 4 for 1

(3) Split 2 for 1 plus shares purchases

†Convertible

‡Extendible



CANADIAN INVESTMENT FUND, LTD.

INVESTMENTS

AT DECEMBER 31, 1969

COMMON STOCKS

AUTOMOTIVE	SHARES	MARKET VALUE†	PROPORTION OF A \$10,000 INVESTMENT*
General Motors Corporation	80,000	\$ 5,929,197	\$ 345

BANK AND FINANCE

Bank of Montreal	480,000	\$ 8,100,000	\$ 471
The Bank of Nova Scotia	25,000	553,125	32
Banque Canadienne Nationale	50,000	600,000	35
Canadian Imperial Bank of Commerce . .	255,000	5,673,750	330
Industrial Acceptance Corporation Ltd. .	500,000	7,437,500	433
The Royal Bank of Canada	300,000	6,712,500	390
The Toronto-Dominion Bank	90,000	2,160,000	126
		\$ 31,236,875	\$1,817

CHEMICAL

Canadian Industries Limited	37,000	\$ 508,750	\$ 30
Union Carbide Canada Limited	50,000	762,500	44
		\$ 1,271,250	\$ 74

FOOD & BEVERAGE

Canada Packers Limited	135,000	\$ 2,733,750	\$ 159
Distillers Corporation-Seagrams Limited .	67,000	3,517,500	205
Hiram Walker-Gooperham & Worts, Ltd..	250,000	11,375,000	662
		\$ 17,626,250	\$1,026

COMMON STOCKS (*Continued*)

HEAVY INDUSTRY	SHARES	MARKET VALUE†	PROPORTION OF A \$10,000 INVESTMENT*
Dominion Foundries and Steel, Limited	110,000	\$ 2,585,000	\$ 150
The Steel Company of Canada, Limited	150,000	3,281,250	191
		<hr/>	<hr/>
		\$ 5,866,250	\$ 341
MINING			
Cominco Ltd.	55,000	\$ 1,760,000	\$ 102
Dome Mines Limited	20,000	1,000,000	58
The International Nickel Co. of Can., Ltd.	130,000	6,110,000	356
Pine Point Mines Limited	10,000	360,000	21
		<hr/>	<hr/>
		\$ 9,230,000	\$ 537
PAPER & NEWSPRINT			
Abitibi Paper Company Ltd.	210,000	\$ 2,625,000	\$ 153
Consolidated-Bathurst Limited	125,000	2,906,250	169
Crown Zellerbach Corporation	10,000	372,585	22
MacMillan, Bloedel Limited	200,000	6,700,000	390
		<hr/>	<hr/>
		\$ 12,603,835	\$ 734
PETROLEUM			
Hudson's Bay Oil and Gas Company Ltd.	11,000	\$ 495,000	\$ 28
Imperial Oil Limited	376,000	6,486,000	377
Interprovincial Pipe Line Company	376,000	8,836,000	514
Mobil Oil Corporation	38,000	1,874,184	109
Standard Oil Company (New Jersey)	60,000	3,972,455	231
Standard Oil Company (Ohio)	15,000	1,342,915	78
		<hr/>	<hr/>
		\$ 23,006,554	\$ 1,338



CANADIAN INVESTMENT FUND, LTD.

INVESTMENTS

AT DECEMBER 31, 1969

COMMON STOCKS (*Continued*)

PUBLIC UTILITY	SHARES	MARKET VALUE†	PROPORTION OF A \$10,000 INVESTMENT*
Bell Canada.	70,000	\$ 3,097,500	\$ 180
The Consumers' Gas Company . . .	260,000	3,867,500	225
Trans-Canada Pipe Lines Limited . . .	100,000	3,300,000	192
Union Gas Company of Canada, Limited. .	400,000	5,800,000	337
Westcoast Transmission Company Ltd. .	25,000	587,500	34
		\$ 16,652,500	\$ 968

RETAIL TRADE

Simpsons, Limited	175,000	\$ 3,675,000	\$ 214
Woodward Stores Limited "A" . . .	86,000	1,720,000	100
		\$ 5,395,000	\$ 314

TEXTILE

Dominion Textile Company Limited . . .	50,000	\$ 631,250	\$ 37
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MISCELLANEOUS

Canadian Pacific Railway Company . . .	30,000	\$ 2,160,000	\$ 126
International Business Machines Corp. .	2,500	977,030	57
Moore Corporation Limited	370,000	13,828,750	804
		\$ 16,965,780	\$ 987
TOTAL COMMON STOCKS . . .		\$146,414,741	\$8,518

PREFERRED STOCKS	SHARES	MARKET VALUE†	PROPORTION OF A \$10,000 INVESTMENT*
Dominion Glass Company Ltd., 7% Conv.	15,000	\$ 283,125	\$ 17
Dominion Textile Company Ltd., 7% Conv.	1,200	119,400	07
Industrial Acceptance Corp. Ltd., 4½%	4,000	259,500	15
Industrial Acceptance Corp. Ltd., 5¾%	60,000	1,305,000	76
Texaco Canada Limited, 4%	738	47,786	03
Trans-Canada Pipe Lines Ltd., \$2.75 Conv.	25,600	1,561,600	91
Zeller's Limited, 4½%	5,000	162,500	09
Canadian Pacific Railway Company, 4% \$390,000		227,500	13
TOTAL PREFERRED STOCKS		\$ 3,966,411	\$ 231

BONDS	PRINCIPAL AMOUNT	MARKET VALUE†	PROPORTION OF A \$10,000 INVESTMENT*
Gov't of Canada, 3½% May 1, 1970	\$2,000M	\$ 1,971,000	\$ 114
Gov't of Canada, 4¼% Sept. 1, 1972	2,000M	1,818,000	106
Can. Nat. Railway Co., 5½% Dec. 15, 1971	8,000M	7,580,000	441
TOTAL BONDS		\$ 11,369,000	\$ 661
TOTAL INVESTMENTS		\$161,750,152	\$9,410
CASH, ETC., NET		10,149,139	590
TOTAL NET ASSETS		\$171,899,291	\$10,000

†Investments valued at market quotations. Market values of United States securities are expressed in Canadian funds at the rate of exchange prevailing on December 31, 1969, 7 7/32% premium on U.S. funds.

*Dollar amount for each security represented by a \$10,000 investment in the Fund at asset value on that date.

CANADIAN INVESTMENT FUND, LTD. (Incorporated under Canada Corporations Act)

STATEMENT OF NET ASSETS (BALANCE SHEET) — DECEMBER 31, 1969

(and comparative figures for 1968)

ASSETS

	1969	1968
Investments at market value (average cost — 1969 — \$104,671,667; 1968 — \$110,957,207)	\$161,750,152	\$176,758,112
Cash on deposit, demand	10,473,691	8,831,554
Interest accrued and dividends receivable	732,746	805,381
Due by subscriber to capital stock	30,369	24,396
TOTAL ASSETS	\$172,986,958	\$186,419,443

LIABILITIES

Payable in respect of securities purchased.	\$ 822,409	\$ 689,400
Payable for special shares of capital stock redeemed or purchased for cancellation	77,496	602,955
Management and directors' compensation payable . .	161,483	174,421
Accrued expenses and sundry accounts payable . .	7,383	11,792
United States withholding tax	644	4,559
Canadian taxes on income.	18,252	29,839
TOTAL LIABILITIES	\$ 1,087,667	\$ 1,512,966
NET ASSETS AT MARKET VALUE	\$171,899,291	\$184,906,477
NET ASSET VALUE PER SHARE	\$4.47	\$4.58

SHAREHOLDERS' EQUITY

CAPITAL STOCK:

Special shares of 33½ cents each (redeemable on demand by the holders at liquidating value as provided in the Letters Patent of the Company) — Authorized —

75,000,000 shares of which 34,160,607 (1968 — 29,867,211) have been redeemed or purchased for cancellation from inception

Outstanding —

38,423,664 shares (1968 — 40,352,116 shares)

\$ 12,807,888 \$ 13,450,705

Ordinary shares —

Authorized and outstanding —

3,000 shares of 33½ cents each

1,000 1,000

TOTAL CAPITAL STOCK

\$ 12,808,888 **\$ 13,451,705**

SURPLUS, as per statements annexed:

Paid-in surplus

\$ 57,193,921 \$ 65,188,521

Earned surplus

44,817,997 40,465,346

TOTAL SURPLUS

\$102,011,918 **\$105,653,867**

UNREALIZED APPRECIATION OF INVESTMENTS

\$ 57,078,485 **\$ 65,800,905**

SHAREHOLDERS' EQUITY AS PER NET ASSETS ABOVE

\$171,899,291 **\$184,906,477**

Approved on behalf of the Board :

G. F. TOWERS, *Director*

ALAN CHIPPINDALE, *Director*



CANADIAN INVESTMENT FUND, LTD.

STATEMENT OF INCOME ACCOUNT

FOR THE YEAR ENDING DECEMBER 31, 1969

(and comparative figures for 1968)

INCOME:

	<u>1969</u>	<u>1968</u>
Cash dividends	\$5,449,649	\$5,630,873
Bond interest	884,650	1,118,585
Interest on cash deposits	640,704	349,724
Proceeds — dividends in stock, and rights . . .	164,330	67,000
	<u>\$7,139,333</u>	<u>\$7,166,182</u>

EXPENSES:

Management	\$ 583,076	\$ 581,887
Transfer, dividend paying agent's and custodian's fees	58,832	62,819
General expenses and auditors' fees	70,290	69,771
Taxes, other than income taxes	4,730	3,627
Legal fees and expenses	10,705	13,157
Directors' compensation	79,125	79,125
	<u>\$ 806,758</u>	<u>\$ 810,386</u>

Net income before providing for the items shown below	\$6,332,575	\$6,355,796
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United States withholding and Canadian income taxes paid and provided for	<u>280,759</u>	<u>289,493</u>
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Net income, exclusive of profit or loss from sales of securities	<u>\$6,051,816</u>	<u>\$6,066,303</u>
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CANADIAN INVESTMENT FUND, LTD.

STATEMENT OF DISTRIBUTION ACCOUNT

FOR THE YEAR ENDING DECEMBER 31, 1969
(and comparative figures for 1968)

	<u>1969</u>	<u>1968</u>
Balance of income account, as annexed	\$6,051,816	\$6,066,303
Balance of distribution account at beginning of year	2,206,120	2,223,518
Received on subscriptions to capital stock to equalize the per share amount available for distribution on the then outstanding shares (dividends de- clared are first chargeable against this amount) as provided by resolutions of the Board of Directors	95,272	50,051
Transferred from profits on sales of securities an amount equal to management and directors' compensation charged to income	662,200	661,012
	<u>\$9,015,408</u>	<u>\$9,000,884</u>

Deduct:

Dividends paid —		
Special shares	\$6,665,735	\$6,578,591
Ordinary shares.	510	465
Amounts included in prices of special shares redeemed or purchased for cancellation, equal to the per share portion of income and distribu- tion accounts	202,533	215,708
	<u>\$6,868,778</u>	<u>\$6,794,764</u>
Balance of distribution account at end of year	<u>\$2,146,630</u>	<u>\$2,206,120</u>
Included in paid-in surplus, annexed	\$ 33,545	\$ 7,543
Included in earned surplus, annexed	2,113,085	2,198,577
	<u>\$2,146,630</u>	<u>\$2,206,120</u>



CANADIAN INVESTMENT FUND, LTD.

STATEMENT OF SURPLUS ACCOUNT

FOR THE YEAR ENDING DECEMBER 31, 1969

(and comparative figures for 1968)

Paid-in surplus:

	1969	1968
Balance at beginning of year	\$ 65,188,521	\$ 79,486,321
Less: Included in beginning balance of distribution account, annexed	7,543	10,112
	<u>\$ 65,180,978</u>	<u>\$ 79,476,209</u>
Proceeds from special shares subscribed for during year, not including portion of subscription price credited to distribution account, annexed	\$ 10,349,989	\$ 4,493,625
Less: Par value thereof.	788,315	372,750
	<u>\$ 9,561,674</u>	<u>\$ 4,120,875</u>
	<u>\$ 74,742,652</u>	<u>\$ 83,597,084</u>

Deduct:

Consideration paid on redemption or purchase for cancellation of special shares during year, not including amount charged to distribution account, annexed	\$ 19,013,408	\$ 20,045,688
Less: Par value thereof	1,431,132	1,629,582
	<u>\$ 17,582,276</u>	<u>\$ 18,416,106</u>
	<u>\$ 57,160,376</u>	<u>\$ 65,180,978</u>
Portion of subscription price included in balance of distribution account, annexed	33,545	7,543
Balance of paid-in surplus at end of year	<u>\$ 57,193,921</u>	<u>\$ 65,188,521</u>

Earned surplus:

Net realized profits from sales of securities —		
Balance at beginning of year	\$ 38,266,769	\$ 31,969,540
Net realized profits during year	5,100,343	6,958,241
	<u>\$ 43,367,112</u>	<u>\$ 38,927,781</u>
Less: Amount transferred to distribution account	662,200	661,012
Balance at end of year	<u>\$ 42,704,912</u>	<u>\$ 38,266,769</u>
Portion of balance of distribution account at end of year, annexed	2,113,085	2,198,577
Balance of earned surplus at end of year	<u>\$ 44,817,997</u>	<u>\$ 40,465,346</u>
Total surplus at end of year	<u>\$102,011,918</u>	<u>\$105,653,867</u>

CANADIAN INVESTMENT FUND, LTD.

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDING DECEMBER 31, 1969

(and comparative figures for 1968)

	1969	1968
	(Restated)	
NET ASSETS AT BEGINNING OF YEAR	<u>\$184,906,477</u>	<u>\$175,987,248</u>
Add (deduct) changes during year:		
Net investment income	\$ 6,051,816	\$ 6,066,303
Net realized profits from sales of securities (Note 2)	5,100,343	6,958,241
Increase (decrease) in unrealized appreciation of investments.	(8,722,420)	18,191,461
Proceeds from issue of special shares	10,445,261	4,543,676
Consideration paid on redemption or purchase for cancellation of special shares	(19,215,941)	(20,261,396)
Cash dividends paid	(6,666,245)	(6,579,056)
	<u><u>\$13,007,186</u></u>	<u><u>\$ 8,919,229</u></u>
NET ASSETS AT END OF YEAR	<u><u>\$171,899,291</u></u>	<u><u>\$184,906,477</u></u>
Per share		
Net asset value at end of year	<u><u>\$4.47</u></u>	<u><u>\$4.58</u></u>
Net asset value at beginning of year	<u><u>\$4.58</u></u>	<u><u>\$3.98</u></u>
Distribution out of net investment income (Note 3)	<u><u>\$0.17</u></u>	<u><u>\$0.15½</u></u>
Distribution out of realized profits from sales of securities (Note 3)	<u><u>Nil</u></u>	<u><u>Nil</u></u>

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1969

NOTE 1:

The number of special shares issued and redeemed or purchased for cancellation are as follows:

	1969	1968
Outstanding at beginning of year	40,352,116	44,122,612
Changes during year:		
Issued	2,364,944	1,118,250
Redeemed or purchased for cancellation	4,293,396	4,888,746
Net increase (decrease)	(1,928,452)	(3,770,496)
Outstanding at end of year	<u><u>38,423,664</u></u>	<u><u>40,352,116</u></u>

NOTE 2:

A summary of the net realized profits from sales of securities follows:

Proceeds from sales of securities	\$ 36,482,293	\$ 24,527,843
Investments at average cost, at beginning of year	\$110,957,207	\$123,362,873
Cost of securities purchased	25,096,410	5,163,936
	<u><u>\$136,053,617</u></u>	<u><u>\$128,526,809</u></u>
Investments at average cost, at end of year	104,671,667	110,957,207
Cost of securities sold	\$ 31,381,950	\$ 17,569,602
Net realized profits from sales of securities	<u><u>\$ 5,100,343</u></u>	<u><u>\$ 6,958,241</u></u>

NOTE 3:

Net income per share amounts to 15½ cents (1968 — 14 cents) calculated on the average number of shares outstanding during the year. Amounts available for distribution to shareholders include the above net income and, in accordance with company policy, an additional amount of approximately 1½ cents (1968 — 1½ cents) which is equal to Management and Directors' compensation charged to the income account deemed to have been in effect paid out of profits realized from the sale of securities.

AUDITORS' REPORT

TO THE SHAREHOLDERS OF CANADIAN INVESTMENT FUND, LTD.:

We have examined the statement of net assets of Canadian Investment Fund, Ltd., as at December 31, 1969 and the statements of income, distribution and surplus accounts and of changes in net assets for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances, including confirmation, by correspondence with the depositaries, of the cash and securities owned at December 31, 1969.

In our opinion these financial statements present fairly the financial position of the Company as at December 31, 1969 and the results of its operations and the changes in net assets for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

PRICE WATERHOUSE & CO.,

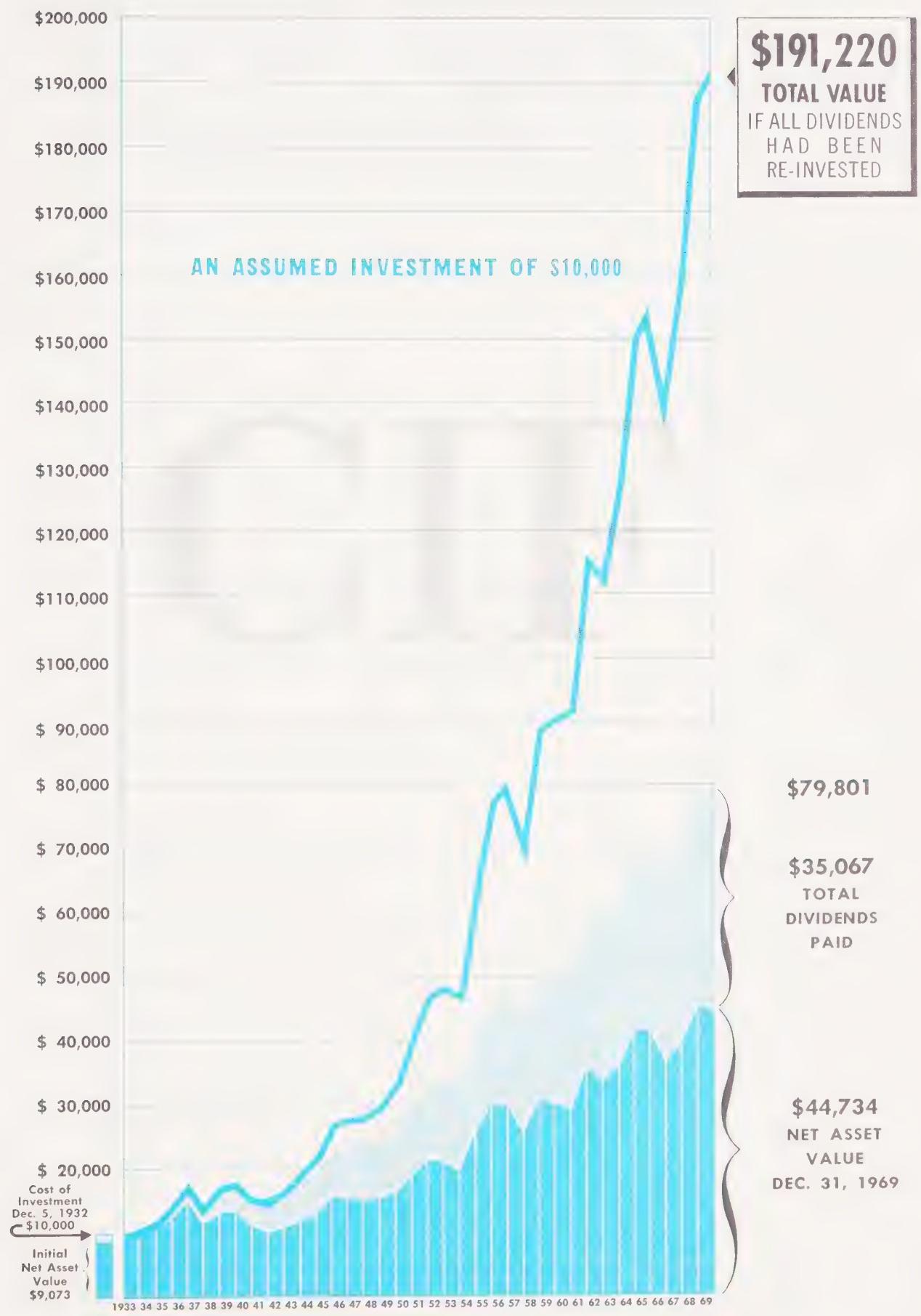
Chartered Accountants.

Montreal, January 9, 1970

In the opinion of counsel, shareholders of the Company who were individuals resident in Canada in 1969 will, in determining their income tax liability to Canada, be entitled to take into consideration dividends received from this Company in that year when computing the 20% dividend tax credit permitted under the terms of Section 38 of the Canadian Income Tax Act.

Residents of the Province of Quebec may similarly take such dividends into consideration for the purpose of their Provincial income tax and the 10% net dividend tax credit.

LONG-TERM RECORD Shareholders may find it interesting to review the chart opposite which illustrates how an assumed investment of \$10,000 made at CIF's initial offering price in December 1932 had grown in the 37 years to the end of 1969. It should be pointed out that the figures make no provision for income taxes, if any, payable by the investor on dividends. Those interested in the long-term benefit accruing from an investment in a mutual fund such as CIF, based primarily on dividend paying quality common stocks, should note the relatively minor fluctuations in the value of the investment from year to year, as well as the results achieved by the end of 1969.



CANADA

*"Upon the whole surface
of the globe,
there is no more spacious
and splendid domain
open to the activity
and genius of free men."*

— SIR WINSTON CHURCHILL

CIF

AR28

146th
Consecutive
Quarterly
Dividend

Payable August 1, 1969

PRESS RELEASE

Canada's Original Mutual Fund

CANADIAN INVESTMENT FUND, LTD.

INVESTM

COMMON STOCKS

Shares
Held Approx.
Percent.*

AUTOMOTIVE

General Motors Corporation.....	80,000	3.98%
---------------------------------	--------	-------

BANK & FINANCE

Bank of Montreal.....	400,000	3.43%
The Bank of Nova Scotia.....	30,000	.39
Banque Canadienne Nationale.....	50,000	.33
Canadian Imperial Bank of Commerce.....	222,000	2.54
Industrial Acceptance Corporation Limited..	460,000	3.60
The Royal Bank of Canada.....	272,000	3.28
The Toronto-Dominion Bank.....	100,000	1.20
		14.77%

BUILDING

Canada Cement Company, Limited.....	15,000	.28%
-------------------------------------	--------	------

CHEMICAL

Canadian Industries Limited.....	30,000	.28%
DuPont of Canada Limited.....	34,000	.61
Union Carbide Canada Limited.....	50,000	.51
		1.40%

FOOD & BEVERAGE

Canada Packers Limited.....	92,000	.94%
Distillers Corporation-Seagrams Limited....	67,000	2.04
Hiram Walker-Gooperham & Worts, Limited	250,000	5.69
		8.67%

HEAVY INDUSTRY

Dominion Foundries and Steel, Limited.....	95,000	1.16%
General Electric Company.....	30,000	1.72
The Steel Company of Canada, Limited.....	150,000	1.88
		4.76%

MINING

Alcan Aluminium Limited.....	20,000	.35%
Cominco Ltd.....	35,000	.66
Dome Mines Limited.....	11,000	.44
The International Nickel Company of Canada, Limited.....	160,000	3.78
Pine Point Mines Limited.....	10,000	.22
		5.45%

COMMON STOCKS—Continued

Shares
Held Approx.
Percent.*

PAPER & NEWSPRINT

Abitibi Paper Company Ltd.....	210,000	1.19%
Consolidated-Bathurst Limited.....	123,000	1.60
Crown Zellerbach Corporation.....	9,000	.32
MacMillan Bloedel Limited.....	200,000	3.74
		6.85%

PETROLEUM

Gulf Oil Canada Limited.....	30,000	.36%
Hudson's Bay Oil and Gas Company Limited.....	10,000	.23
Imperial Oil Limited.....	376,000	4.31
Interprovincial Pipe Line Company.....	376,000	3.94
Mobil Oil Corporation.....	38,000	1.42
Standard Oil Company (New Jersey).....	60,000	2.97
		13.23%

PUBLIC UTILITY

Bell Canada.....	130,000	3.56%
The Consumers' Gas Company.....	300,000	2.99
Trans-Canada Pipe Lines Limited.....	86,000	1.96
Union Gas Company of Canada, Limited.....	300,000	2.53
Westcoast Transmission Company Limited.....	20,000	.34
		11.38%

RETAIL TRADE

Simpsons, Limited.....	172,000	1.88%
Woodward Stores Limited "A".....	66,000	.68
F. W. Woolworth Co.....	25,000	.59
		3.15%

TEXTILE

Dominion Textile Company Limited.....	48,000	.41%
---------------------------------------	--------	------

MISCELLANEOUS

Canadian Pacific Railway Company.....	40,000	1.82%
Moore Corporation Limited.....	370,000	6.89
		8.71%
TOTAL COMMON STOCKS.....		83.04%

S AT JUNE 30, 1969

PREFERRED STOCKS

	Shares Held	Approx. Percent.*
Alcan Aluminium Limited, 4 1/4% †.....	9,000	.18%
Dominion Glass Company Limited, 7% †.....	15,000	.17
Dominion Textile Company Limited, 7%	1,200	.07
Industrial Acceptance Corporation Limited, 4 1/2%	4,000	.17
Industrial Acceptance Corporation Limited, 5 3/4%	60,000	.87
Texaco Canada Limited, 4%.....	738	.03
Trans-Canada Pipe Lines Limited, \$2.75†.....	20,000	.86
Zeller's Limited, 4 1/2%.....	5,000	.10
Canadian Pacific Railway Company, 4%.....	\$390,000	.13
TOTAL PREFERRED STOCKS.....		2.58%

BONDS

	Principal Amount	Approx. Percent.*
Gov't of Canada, 3 1/2% May 1, 1970.....	\$1,000M	.57%
Gov't of Canada, 6% April 1, 1971†.....	3,000M	1.73
Gov't of Canada, 5 1/2% October 1, 1975.....	1,000M	.52
Canadian National Railway Company, 2 1/8% September 15, 1969.....	2,000M	1.17
Canadian National Railway Company, 5 1/2% December 15, 1971.....	10,000M	5.63
TOTAL BONDS.....		9.62%
TOTAL INVESTMENTS.....		95.24%
CASH, ETC., NET.....		4.76
TOTAL NET ASSETS.....		100.00%

*Approximate percentage of total net assets of \$169,220,873.33 with investments valued at market quotations.

† Convertible.

‡ Extendible.

INVESTMENT CHANGES

MARCH 31, 1969

- JUNE 30, 1969

PURCHASES

	Net Increase	New Total
	Shares	Shares
COMMON STOCKS		
Bank of Montreal.....	15,000	400,000
Dome Mines Limited.....	5,000	11,000
Dominion Foundries and Steel, Limited.....	6,000	95,000
Dominion Textile Company Limited.....	12,000	48,000
Hudson's Bay Oil and Gas Company Limited.....	10,000	10,000
Industrial Acceptance Corporation Limited (1).....	230,000	460,000
Pine Point Mines Limited.....	6,000	10,000
Simpsons, Limited (1).....	86,000	172,000
Union Gas Company of Canada, Limited.....	17,000	300,000
Westcoast Transmission Company Limited.....	20,000	20,000

PREFERRED STOCKS

	Principal Amount	Principal Amount
Trans-Canada Pipe Lines Limited, \$2.75†.....	7,000	20,000
BONDS		

	Principal Amount
Gov't of Canada, 3 1/2% May 1, 1970.....	\$1,000M
Canadian National Railway Company, 2 1/8% September 15, 1969.....	1,000M

SALES

	Net Decrease	New Total
	Shares	Shares
COMMON STOCKS		
The Bank of Nova Scotia.....	10,000	30,000
Canada Cement Company, Limited.....	11,000	15,000
Canada Packers Limited.....	13,000	92,000
Canadian Industries Limited.....	20,000	30,000
General Electric Company.....	6,000	30,000
Gulf Oil Canada Limited.....	4,000	30,000
Mobil Oil Corporation.....	2,000	38,000
Moore Corporation Limited.....	10,000	370,000
Trans-Canada Pipe Lines Limited.....	14,000	86,000
George Weston Limited.....	34,000	Nil

PREFERRED STOCKS

	Principal Amount	Principal Amount
Quebec Natural Gas Corporation, 5 1/2%.....	1,000	Nil
BONDS		

	Principal Amount
Gov't of Canada, 5 1/2% October 1, 1969.....	\$ 500M
Gov't of Canada, 5 3/4% December 15, 1970.....	3,000M
Gov't of Canada, 6 1/4% December 1, 1973†..	1,000M

(1) Split 2 for 1.

† Convertible.

‡ Extendible.

CANADIAN INVESTMENT FUND, LTD.

STATEMENT OF CHANGES IN NET ASSETS FOR THE SIX MONTHS ENDING JUNE 30, 1969 (and comparative figures for 1968)

	1969	1968
Net assets at beginning of period:		
Investments (average cost— 1969—\$110,957,207; 1968—\$123,362,873).....	<u>\$176,758,112</u>	<u>\$170,972,317</u>
Other assets less liabilities....	<u>8,148,365</u>	<u>5,014,931</u>
	<u><u>\$184,906,477</u></u>	<u><u>\$175,987,248</u></u>
Net investment income.....	<u>3,056,569</u>	<u>2,981,243</u>
Net realized profits from sales of securities (1969—Proceeds \$16,321,801 less cost \$12,571,342; 1968—Proceeds \$9,319,940 less cost \$5,802,335).....	<u>3,750,459</u>	<u>3,517,605</u>
Increase (decrease) in unrealized appreciation of investments...	<u>(13,740,302)</u>	<u>1,718,671</u>
Proceeds from issue of special shares.....	<u>3,923,166</u>	<u>2,604,509</u>
Securities purchased.....	<u>10,720,957</u>	<u>1,537,926</u>
	<u><u>\$192,617,326</u></u>	<u><u>\$188,347,202</u></u>
Consideration paid on redemption or purchase for cancellation of special shares.....	<u>\$ 10,268,521</u>	<u>\$ 8,868,611</u>
Cost of securities purchased....	<u>10,720,957</u>	<u>1,537,926</u>
Cash dividends paid out of net investment income.....	<u>2,406,975</u>	<u>2,617,504</u>
	<u><u>\$ 23,396,453</u></u>	<u><u>\$ 13,024,041</u></u>
Net assets at end of period.....	<u><u>\$169,220,873</u></u>	<u><u>\$175,323,161</u></u>
Represented by:		
Investments (average cost— 1969—\$109,106,822; 1968—\$119,098,463).....	<u>\$161,167,425</u>	<u>\$168,426,578</u>
Other assets less liabilities....	<u>8,053,448</u>	<u>6,896,583</u>
	<u><u>\$169,220,873</u></u>	<u><u>\$175,323,161</u></u>
Net asset value at end of period	<u><u>\$4.34</u></u>	<u><u>\$4.12</u></u>
Net asset value at beginning of period.....	<u><u>\$4.58</u></u>	<u><u>\$3.98</u></u>
Distribution out of net investment income*.....	<u><u>\$.06</u></u>	<u><u>\$.06</u></u>
Distribution out of realized profits from sales of securities*.....	<u><u>Nil</u></u>	<u><u>Nil</u></u>

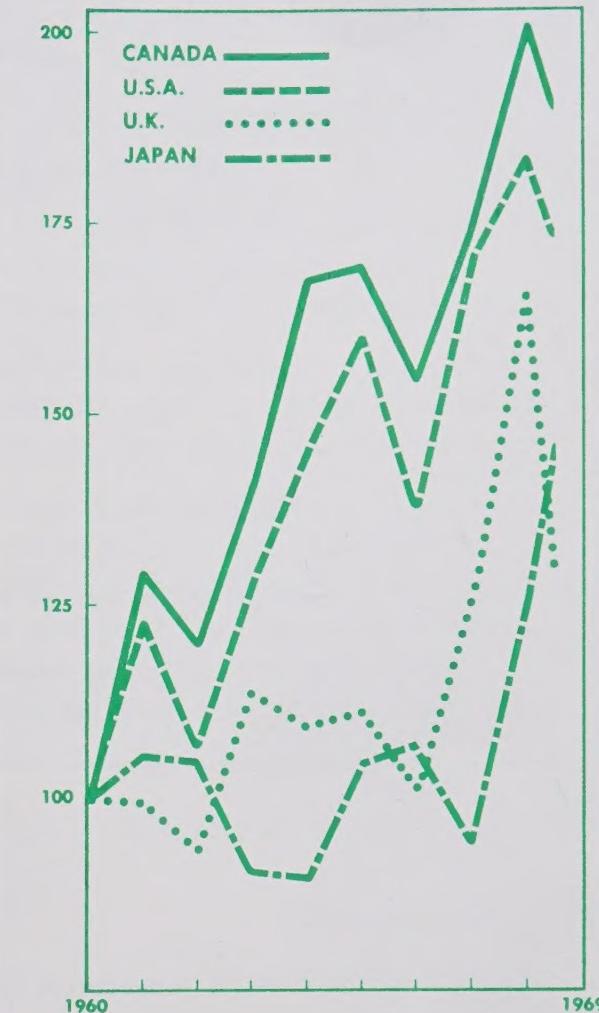
* In accordance with Company policy Management and Directors' compensation charged to the Income Account is deemed to have been in effect paid out of profits realized from sales of securities.

Sometimes short-run market fluctuations tend to obscure the underlying trends which point to continued long-term growth. The Canadian stock market has demonstrated remarkable strength in the nineteen-sixties, even outdistancing that of Canada's major economic and trading partners. (See chart.)

Many investors suspect that Canada's economy may do as well in the next decade as it has done in this one . . . and that the market will reflect it. No major Canadian fund has as high a proportion of its stock portfolio invested in Canadian issues as CIF.

We welcome those of you who have become new shareholders in the last quarter. CIF can be acquired through a single purchase of shares or through a Growth Plan, Withdrawal Plan, or Retirement Savings Plan.

As of June 30 the balance of realized profits on sales of investments stood at over \$41,500,000 and the quoted market value of investments exceeded their average cost by \$52,000,000. Total net assets at the end of the quarter amounted to \$169,220,873.



Yours very truly,

HUGH BULLOCK, President.

CANADIAN INVESTMENT FUND, LTD.

C-I-L HOUSE, MONTREAL 101, CANADA

QUARTERLY DIVIDEND

A dividend of four cents (\$0.04) per share on the Special and Ordinary shares of your Company was declared by the Board of Directors payable August 1, 1969 to shareholders of record July 15, 1969.

A cheque in payment thereof in respect of shares of record on the Company's books on July 15, 1969 is enclosed or has been paid or forwarded in accordance with shareholders' instructions.

From the dividends to shareholders residing outside of Canada, a deduction of 10% has been made to cover the tax imposed at the source by the Canadian Government on all dividends payable to non-residents. A certificate covering any such deductions will be sent to non-residents soon after the end of the year to assist them in claiming whatever credit against the tax payable to their government arises from the payment of this tax to Canada.

July 31, 1969.

To the Shareholders:

Your Company's 146th consecutive quarterly cash dividend is being distributed on August 1, 1969 to shareholders, large and small, individuals in practically every walk of life and institutions. Total cash dividends paid so far this year exceed \$2,400,000 and since CIF was founded, \$93,500,000.

The current declaration of 4 cents per share is 1 cent higher than the dividend paid on May 1, 1969 and the same as the dividend paid on the corresponding date last year. This brings the total amount per share paid for the first three quarterly dividends this year to 10 cents, which is the same amount paid in the corresponding period last year.

STATEMENT OF INCOME ACCOUNT FOR THE
SIX MONTHS ENDING JUNE 30, 1969
(and comparative figures for 1968)

	1969	1968
Income:		
Cash dividends.....	\$2,685,482	\$2,753,787
Bond interest.....	515,098	561,657
Interest on cash deposits.....	285,377	149,672
Proceeds from sale of subscription rights.....	148,830	67,000
	<hr/>	<hr/>
	\$3,634,787	\$3,532,116
Expenses:		
Management.....	\$ 301,966	\$ 281,282
Transfer, dividend paying agent's and custodian's fees	30,207	30,392
General expenses and auditors' fees.....	51,425	50,931
Taxes, other than income taxes	3,179	1,140
Legal fees and expenses.....	8,113	8,497
Directors' compensation.....	40,625	38,500
	<hr/>	<hr/>
	\$ 435,515	\$ 410,742
Net income before providing for the items shown below	\$3,199,272	\$3,121,374
United States withholding and Canadian income taxes paid and provided for.....	142,703	140,131
Net income, exclusive of profit or loss from sales of securities.....	\$3,056,569	\$2,981,243

YOUR COMPANY

In North America fiscal and monetary authorities may try to dampen inflation in 1969 and this could restrain stocks in the early months of the year.

—CIF 1968 ANNUAL REPORT

The market declined rather sharply in the second quarter but CIF held up relatively well:

Popular market indices	Percentage decline in 2nd Quarter
DJ Ind.	— 6.7%
MSE Ind.	— 5.2%
TSE Ind.	— 6.8%
CIF	— 4.8%*

*Not including dividends

Relative to other funds and to the general market, it was a satisfactory performance. During the 12 month period ended June 30, 1969, CIF net asset value adjusted for dividends increased over 9%.

CIF GROWTH PLAN

If a shareholder wishes to contribute periodically to build up his investment in CIF, or to re-invest his dividends in new CIF shares, he can do so through the CIF Growth Plan. There are no penalties if the investor does not meet a contractual time schedule of payments; investments can either be made regularly or when it is convenient to the shareholder just as long as a modest minimum amount is contributed each year. Based on the actual operating record of CIF, a plan in which \$1,000 was invested annually starting January 1, 1933 with dividends re-invested, could have been liquidated for \$205,742.02 at June 30, 1969.

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**CANADIAN
INVESTMENT
FUND LTD.**
INCORPORATED 1932



Directors

GRAHAM F. TOWERS, C.C., C.M.G., Chairman
 Former Governor, Bank of Canada.
 Director, Moore Corporation Limited.

HENRY BORDEN, C.M.G., Q.C.
 Director, Bell Canada.

HON. F. PHILIPPE BRAIS, C.B.E., Q.C.
 Director, Sun Life Assurance Company of Canada.

HUGH BULLOCK, K.B.E.
 Chairman and Chief Executive Officer, Calvin Bullock, Ltd., New York.

ALAN CHIPPINDALE
 Former President, Calvin Bullock, Ltd., Mtl.
 Founding past President of The Canadian Mutual Funds Association.

NORRIS R. CRUMP
 Chairman and Chief Executive Officer, Canadian Pacific Railway Company.

G. BLAIR GORDON
 Director, The Royal Trust Company.

G. ARNOLD HART, M.B.E.
 Chairman and Chief Executive Officer, Bank of Montreal.

WILLIAM S. KIRKPATRICK
 Chairman, Cominco Ltd.



Supervised by
CALVIN BULLOCK LTD.
Established 1894